

FINANCIAL RESULTS FOR THE YEAR 2009



Gulf One
Investment Bank

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at 31 December 2009

USD

	2009	2008
Assets		
Cash and cash equivalents	49,386,472	62,180,287
Loans and receivables	3,585,514	9,068,519
Assets held-for-sale	790,173	440,173
Investments at fair value through profit or loss	54,613,059	23,322,274
Available-for-sale investments	-	4,258,850
Investment in associate	1,825,266	1,500,010
Other assets	14,757,183	10,469,896
Total assets	124,957,667	111,240,009
Liabilities		
Investors' funds	9,070,765	-
Payables and accrued expenses	2,260,345	5,927,773
Total liabilities	11,331,110	5,927,773
Equity		
Share capital	111,111,111	100,000,000
Unvested shares of employees incentive scheme	(9,574,136)	-
Share premium	276,655	-
Statutory reserve	1,181,294	531,225
Retained earnings	10,631,633	4,781,011
Total equity	113,626,557	105,312,236
Total liabilities and equity	124,957,667	111,240,009

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the year ended 31 December 2009

USD

	2009	2008
Income from investment banking services	5,008,082	2,825,764
Net interest income	1,727,750	3,605,269
Fair value gain on investments at fair value through profit or loss	10,638,378	5,199,774
Profit on sale of investments at fair value through profit or loss	1,043,940	-
Profit on sale of available-for-sale investment	638,828	-
Dividend income	138,298	-
Share of loss of associate	(61,594)	-
Other income	251,932	27,967
Total income	19,385,614	11,658,774
Staff expenses	7,199,491	5,045,432
Premises expenses	710,463	847,371
Impairment of recoverable project costs	2,140,880	-
Other expenses	2,834,089	2,523,106
Total expenses	12,884,923	8,415,909
Profit for the year	6,500,691	3,242,865
Other comprehensive income	-	-
Total comprehensive income for the year	6,500,691	3,242,865

Net Profit for the 4th quarter ended 31.12.09: USD 6,391,568

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the year ended 31 December 2009

USD

2009	Share Capital	Invested Shares of Employee Incentive Scheme	Share Premium	Statutory reserve	Retained earnings	Total
At 1 January	100,000,000	-	-	531,225	4,781,011	105,312,236
Profit for the year	-	-	-	-	6,500,691	6,500,691
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	-	6,500,691	6,500,691
Issue of shares under Employee Incentive Scheme ("scheme")	11,111,111	(11,111,111)	-	-	-	-
Shares vested under the scheme	-	1,536,975	276,655	-	-	1,813,630
Transfer to statutory reserve	-	-	-	650,069	(650,069)	-
At 31 December	111,111,111	(9,574,136)	276,655	1,181,294	10,631,633	113,626,557
2008			Share Capital	Statutory reserve	Retained earnings	Total
At 1 January			100,000,000	206,938	1,862,433	102,069,371
Profit for the year			-	-	3,242,865	3,242,865
Other comprehensive income			-	-	-	-
Total comprehensive income for the year			-	-	3,242,865	3,242,865
Transfer to statutory reserve			-	324,287	(324,287)	-
At 31 December			100,000,000	531,225	4,781,011	105,312,236

These consolidated financial statements have been extracted from the audited financial statements for the year ended 31.12.09 and audited by KPMG, who have issued an unqualified audit report thereon.

Gulf One Investment Bank B.S.C. (c) Bahrain Financial Harbour, 15th Floor, West Tower, P O Box 11172, Manama, Kingdom of Bahrain.

CONSOLIDATED STATEMENT OF CASH FLOWS

for the year ended 31 December 2009

USD

	2009	2008
OPERATING ACTIVITIES		
Receipts from investment banking services	1,920,921	4,791,911
Income from placements with a financial institution received	1,911,858	2,515,072
Interest income from loans and advances received	551,609	-
Project costs received / (paid)	160,686	(2,000,191)
Payment for staff expenses	(6,776,058)	(4,878,863)
Payment for premises expenses	(710,463)	(847,371)
Payment for other expenses	(3,690,284)	(3,144,546)
Advance received for projects, net	-	291,067
Investors' funds received / (paid), net	5,199,700	(9,104,828)
Loans repaid / (disbursed), net	5,556,242	(4,461,800)
Cash flows from operating activities	4,124,211	(16,839,549)
INVESTING ACTIVITIES		
Purchase of equipment	(470,387)	(1,923,981)
Purchase of available-for-sale investment	-	(4,258,850)
Purchase of investments at fair value through profit or loss	(24,682,159)	-
Purchase of asset held-for-sale	(350,000)	(440,173)
Purchase of investment in associate	(386,850)	(1,500,010)
Advance for purchases of investment	-	(1,500,000)
Proceeds from sale of available-for-sale investment	5,696,805	559,886
Proceeds from sale of investment at fair value through profit or loss	3,274,565	-
Cash flows from investing activities	(16,918,026)	(9,063,128)
Net decrease in cash and cash equivalents	(12,793,815)	(25,902,677)
Cash and cash equivalents at 1 January	62,180,287	88,082,964
Cash and cash equivalents at 31 December	49,386,472	62,180,287